

Directive No. 25

AGENT'S COMMISSION

March 11, 1975

It has been brought to my attention that many fire and casualty insurance companies are not paying the 50% commission required to be retained by countersigning agents under the provisions of R.S. 22:1172. Such failure to pay the countersigning agent is a violation of the Louisiana Insurance Code.

Any insurer found guilty of failing to pay the 50% of the commission on policies countersigned by Louisiana agents will be subject to an order to show cause as to why its Certificate of Authority should not be suspended or revoked.

Please be governed accordingly.

Sherman A. Bernard
COMMISSIONER OF INSURANCE